

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 1328 - HB 1299**

March 2, 2013

**SUMMARY OF BILL:** Subjects all noncompetitive purchases and contracts entered into by the Department of Transportation (TDOT) for non-construction and non-engineering projects or services with a term of more than one year, that are renewable by either party that would extend the contract beyond 12 months, and that have a cumulative value of not less than \$250,000 to approval by the Comptroller of the Treasury (COT). Requires TDOT to file a list of all such purchases and contracts with the Fiscal Review Committee (FRC).

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

**Assumptions:**

- The COT's office currently reviews purchases and contracts as described by the proposed bill. In FY12, there were approximately 50 services contracts that would have fit the criteria of this bill. The COT estimates approximately 20 additional contracts per year would require the approval of the COT.
- Any increase in workload for the COT's office as a result of this bill can be accommodated within existing resources.
- The FRC currently reviews proposed noncompetitive contracts and amendments with a term of more than one year and a cumulative maximum liability of \$250,000 or more pursuant to Tenn. Code Ann. § 4-56-108. The Committee has the authority to review any other state contract or amendment pursuant to Tenn. Code Ann. § 3-7-103(a).
- Any increase in the workload of the FRC can be accommodated within existing resources.
- No fiscal impact to TDOT to provide such contracts and amendments to the COT or to provide a list of such to the FRC.

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**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/lsc